AMENDED IN ASSEMBLY APRIL 13, 2016 AMENDED IN ASSEMBLY MARCH 18, 2016

CALIFORNIA LEGISLATURE—2015–16 REGULAR SESSION

ASSEMBLY BILL

No. 2790

Introduced by Assembly Member Nazarian

February 19, 2016

An act to amend Sections 101 and 205 of, and to add Chapter 3.7 (commencing with Section 5700) to Division 3-of, of the Business and Professions Code, relating to professions and vocations.

LEGISLATIVE COUNSEL'S DIGEST

AB 2790, as amended, Nazarian. Taxicab drivers: Taxicab Commission: state licensure requirement. *Taxicab drivers: study: licensure.*

Existing law requires every city or county to adopt an ordinance or resolution in regard to taxicab transportation service that includes a policy for entry into the business of providing taxicab transportation service, the establishment or registration of rates for the provision of taxicab transportation service, and a mandatory controlled substance and alcohol testing certification program, as specified.

Existing law provides for the licensure and regulation of various professions and vocations by boards and commissions within the Department of Consumer Affairs.

This bill would require the California Research Bureau to conduct a study, on or before September 1, 2017, on the necessity and feasibility of licensure for taxicab drivers.

This bill would enact the Taxicab Driver Act and create the Taxicab Commission within the Department of Consumer Affairs to license and

AB 2790 — 2 —

regulate the profession of taxicab driving. The bill would require the commission to be composed of 9 members, including 5 public members and 4 licensee members, who are subject to specified terms. The bill would require the Governor to appoint 3 of the public members and the 4 licensee members. The bill would require the Senate Committee on Rules and the Speaker of the Assembly to each appoint one public member. The bill would require the initial licensee member appointments to obtain a license by an unspecified date, as provided. The bill would authorize the commission to appoint an executive officer exempt from civil service.

This bill would make it unlawful to drive a taxicab in this state unless the driver has been issued a professional license by the commission. The bill would require the commission to issue a license if the applicant meets certain requirements, including, but not limited to, paying an unspecified application fee and participating in a specified pull-notice system. The bill would also require the payment of unspecified license and renewal fees, make these licenses subject to expiration in 3 years, and require those fees to be deposited into the Taxicab Fund, which would be created by this bill. The bill would make it a crime to violate the act. The bill would make other conforming changes.

By creating a new crime, the bill would impose a state-mandated local program.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes-no.

The people of the State of California do enact as follows:

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SECTION 1. Chapter 3.7 (commencing with Section 5700) is added to Division 3 of the Business and Professions Code, to read:

CHAPTER 3.7. TAXICAB DRIVERS

To State of the September 1, 2017, the California Research Bureau shall conduct a study on the necessity and feasibility of licensure for taxicab drivers.
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-3- AB 2790

- 1 SECTION 1. Section 101 of the Business and Professions Code
- 2 is amended to read:

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- 3 101. The department is comprised of the following:
- 4 (a) The Dental Board of California.
- 5 (b) The Medical Board of California.
- 6 (e) The State Board of Optometry.
- 7 (d) The California State Board of Pharmacy.
- 8 (e) The Veterinary Medical Board.
 - (f) The California Board of Accountancy.
- 10 (g) The California Architects Board.
- 11 (h) The Bureau of Barbering and Cosmetology.
- 12 (i) The Board for Professional Engineers and Land Surveyors.
- 13 (j) The Contractors' State License Board.
- 14 (k) The Bureau for Private Postsecondary Education.
- 15 (1) The Bureau of Electronic and Appliance Repair, Home
- 16 Furnishings, and Thermal Insulation.
- 17 (m) The Board of Registered Nursing.
- 18 (n) The Board of Behavioral Sciences.
- 19 (o) The State Athletic Commission.
- 20 (p) The Cemetery and Funeral Bureau.
- 21 (q) The State Board of Guide Dogs for the Blind.
- 22 (r) The Bureau of Security and Investigative Services.
- 23 (s) The Court Reporters Board of California.
- 24 (t) The Board of Vocational Nursing and Psychiatric
- 25 Technicians.
- 26 (u) The Landscape Architects Technical Committee.
- 27 (v) The Division of Investigation.
- 28 (w) The Bureau of Automotive Repair.
- 29 (x) The Respiratory Care Board of California.
- 30 (y) The Acupuncture Board.
- 31 (z) The Board of Psychology.
- 32 (aa) The California Board of Podiatric Medicine.
- 33 (ab) The Physical Therapy Board of California.
- 34 (ac) The Arbitration Review Program.
- 35 (ad) The Physician Assistant Committee.
- 36 (ae) The Speech-Language Pathology and Audiology Board.
- 37 (af) The California Board of Occupational Therapy.
- 38 (ag) The Osteopathic Medical Board of California.
- 39 (ah) The Naturopathic Medicine Committee.
- 40 (ai) The Dental Hygiene Committee of California.

AB 2790 —4—

- 1 (aj) The Professional Fiduciaries Bureau.
- 2 (ak) The State Board of Chiropractic Examiners.
- 3 (al) The Bureau of Real Estate.
- 4 (am) The Bureau of Real Estate Appraisers.
- 5 (an) The Structural Pest Control Board.
- 6 (ao) The Bureau of Medical Marijuana Regulation.
- 7 (ap) The Taxicab Commission.
- 8 (aq) Any other boards, offices, or officers subject to its 9 iurisdiction by law.
- SEC. 2. Section 205 of the Business and Professions Code, as added by Chapter 510 of the Statutes of 2015, is amended to read:
- 12 205. (a) There is in the State Treasury the Professions and
- 13 Vocations Fund. The fund shall consist of the following special
- 14 funds:
- 15 (1) Accountancy Fund.
- 16 (2) California Architects Board Fund.
- 17 (3) Athletic Commission Fund.
- 18 (4) Barbering and Cosmetology Contingent Fund.
- 19 (5) Cemetery and Funeral Fund.
- 20 (6) Contractors' License Fund.
- 21 (7) State Dentistry Fund.
- 22 (8) Guide Dogs for the Blind Fund.
- 23 (9) Home Furnishings and Thermal Insulation Fund.
- 24 (10) California Architects Board-Landscape Architects Fund.
- 25 (11) Contingent Fund of the Medical Board of California.
- 26 (12) Optometry Fund.
- 27 (13) Pharmacy Board Contingent Fund.
- 28 (14) Physical Therapy Fund.
- 29 (15) Private Investigator Fund.
- 30 (16) Professional Engineer's, Land Surveyor's, and Geologist's
- 31 Fund.
- 32 (17) Consumer Affairs Fund.
- 33 (18) Behavioral Sciences Fund.
- 34 (19) Licensed Midwifery Fund.
- 35 (20) Court Reporters' Fund.
- 36 (21) Veterinary Medical Board Contingent Fund.
- 37 (22) Vocational Nursing and Psychiatric Technicians Fund.
- 38 (23) Electronic and Appliance Repair Fund.
- 39 (24) Dispensing Opticians Fund.
- 40 (25) Acupuncture Fund.

5 AB 2790

- 1 (26) Physician Assistant Fund.
- 2 (27) Board of Podiatric Medicine Fund.
- 3 (28) Psychology Fund.
- 4 (29) Respiratory Care Fund.
- 5 (30) Speech-Language Pathology and Audiology and Hearing
 6 Aid Dispensers Fund.
 - (31) Board of Registered Nursing Fund.
- 8 (32) Animal Health Technician Examining Committee Fund.
 - (33) State Dental Hygiene Fund.
- 10 (34) State Dental Assistant Fund.
- 11 (35) Structural Pest Control Fund.
- 12 (36) Structural Pest Control Eradication and Enforcement Fund.
- 13 (37) Structural Pest Control Research Fund.
 - (38) Taxicab Fund.
 - (b) For accounting and recordkeeping purposes, the Professions and Vocations Fund shall be deemed to be a single special fund, and each of the several special funds therein shall constitute and be deemed to be a separate account in the Professions and Vocations Fund. Each account or fund shall be available for expenditure only for the purposes as are now or may hereafter be provided by law.
 - (c) This section shall become operative on July 1, 2016.
 - SEC. 3. Chapter 3.7 (commencing with Section 5700) is added to Division 3 of the Business and Professions Code, to read:

CHAPTER 3.7. TAXICAB DRIVERS

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5700. This chapter may be cited as the Taxicab Driver Act.

- 5702. For the purposes of this chapter, the following definitions shall apply:
 - (a) "Commission" means the Taxicab Commission.
 - (b) "Department" means the Department of Consumer Affairs.
- (e) "Taxicab" means a passenger vehicle designed for carrying not more than eight persons, excluding the driver, and used to carry passengers for hire. "Taxicab" shall not include a charter-party earrier of passengers within the meaning of Chapter 8 (commencing with Section 5351) of Division 2 of the Public Utilities Code.
- 5704. (a) The Taxicab Commission is hereby created within the department. The commission shall enforce and administer this chapter. The commission shall be responsible for the licensure and

AB 2790 — 6 —

regulation of the profession of taxicab driving. Regulation of the business of providing taxicab transportation services shall remain under the jurisdiction of cities, counties, and cities and counties pursuant to Section 53075.5 of the Government Code.

- (b) This section shall remain in effect only until January 1, 2022, and as of that date is repealed, unless a later enacted statute, that is enacted before January 1, 2022, deletes or extends that date. Notwithstanding any other provision of law, the repeal of this section renders the commission subject to review by the appropriate policy committees of the Legislature.
- 5706. Protection of the public shall be the highest priority for the commission in exercising its licensing, regulatory, and disciplinary functions. Whenever the protection of the public is inconsistent with other interests sought to be promoted, the protection of the public shall be paramount.
- 5708. (a) (1) The commission shall be composed of nine members. Five members shall be public members, and four members shall be taxicab driver licensees. The Governor shall appoint three of the public members and the four licensee members. The Senate Committee on Rules and the Speaker of the Assembly shall each appoint one public member.
- (2) An initial licensee member appointment may be a person who is applying for a license pursuant to this chapter, but who currently maintains a permit in good standing as a taxicab driver in at least one city, county, or city and county in this state and who meets the other requirements of Section 53075.5 of the Government Code. An initial licensee member shall have obtained his or her license by _____.
- (b) Members of the commission shall be appointed for a term of four years, except that of the initial members appointed by the Governor, two of the public members and two of the licensee members shall be appointed for an initial term of two years. No commission member may serve longer than two consecutive terms.
- 5710. (a) The commission may appoint an executive officer who is exempt from civil service. The executive officer shall exercise the powers and perform the duties delegated by the commission and vested in him or her by this chapter. The appointment of the executive officer is subject to the approval of the director.

7 AB 2790

(b) This section shall remain in effect only until January 1, 2022, and as of that date is repealed, unless a later enacted statute, that is enacted before January 1, 2022, deletes or extends that date.

5712. The commission may also employ examiners, inspectors, and other personnel necessary to carry out the provisions of this ehapter.

- 5714. It shall be unlawful to drive a taxicab in this state unless the driver has been issued a license by the commission.
- 5716. The commission shall issue a license to a person who meets all of the following requirements:
 - (a) Has a valid California driver's license.

- (b) Participates in a pull-notice system as described in Section 1808.1 of the Vehicle Code. Drivers with convictions for reckless driving, driving under the influence, hit-and-run, or driving with a suspended or revoked license shall not be eligible for licensure as a taxicab driver. An applicant may have a maximum of two points on his or her driving record.
- (e) Participates in a mandatory controlled substance and alcohol testing certification program as adopted by the commission consistent with subparagraph (A) of paragraph (3) of subdivision (b) of Section 53075.5 of the Government Code.
- 5718. A person may apply for a license on a form developed by the commission. The nonrefundable application fee shall be _____ dollars (\$0.00) and the amount described in paragraph (4) of subdivision (d) of Section 5716.
- 5720. (a) A person issued an initial license pursuant to Section 5716 shall pay a license fee to the commission in the amount of _____dollars (\$0.00).
- (b) A license shall expire in three years. A license may be renewed prior to expiration if the licensee completes a form developed by the board, which demonstrates continued compliance with the requirements of Section 5716, and pays a renewal fee in the amount of _____ dollars (\$0.00).
- 5722. All fees collected pursuant to this chapter shall be deposited in the Taxicab Fund and shall be subject to appropriation by the Legislature.
- 5724. Any person who violates any of the provisions of this chapter shall be guilty of a misdemeanor, punishable by a fine not exceeding one thousand dollars (\$1,000) or imprisonment in a county jail not exceeding six months, or by both.

AB 2790 -8-

> 5726. Nothing in this chapter shall be construed to prohibit a city, county, or city and county from imposing more stringent requirements on taxicab transportation services to the extent not consistent with this chapter.

SEC. 4. No reimbursement is required by this act pursuant to Section 6 of Article XIIIB of the California Constitution because the only costs that may be incurred by a local agency or school district will be incurred because this act creates a new crime or infraction, eliminates a crime or infraction, or changes the penalty for a crime or infraction, within the meaning of Section 17556 of the Government Code, or changes the definition of a crime within the meaning of Section 6 of Article XIII B of the California

13 Constitution.

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